



**ASIC**  
Australian Securities &  
Investments Commission

# **ASIC industry funding: Summary of variances 2022–23**

December 2023

## **About this document**

This document summarises the variances between our estimated and actual costs for industry sectors and subsectors. It includes an explanation of the material variances.

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## A Background

### Key points

This document sets out information about the variances between our 2022–23 estimated and actual regulatory costs for industry sectors and subsectors.

ASIC's annual dashboard of our 2022–23 regulatory costs is available to download from the [Regulatory costs and levies webpage](#) on the ASIC website. The 2022–23 industry funding levies are based on our actual regulatory costs for each industry subsector.

### Summary of variances

- 1 We must publish a cost recovery implementation statement (CRIS) annually. The CRIS provides information on how we will implement the industry funding model and recover our regulatory costs from industry sectors, including our estimated costs and levies by subsector. We have provided [more information about the industry funding model](#) on the ASIC website.
- 2 We published our estimated regulatory costs for 2022–23 in the [Cost Recovery Implementation Statement: ASIC industry funding model \(2022–23\)](#) (2022–23 CRIS).
- 3 The total regulatory costs to be recovered through levies is \$2.5 million less than our estimated costs of \$352.0 million. For a summary of the variances by regulatory activity and industry sector and subsector, see Section B. For an explanation of the material variances, see Section C.  
  

Note: In this report, we round figures to one decimal place in the text and three decimal places in tables. Items may not add up to totals due to rounding.
- 4 We have also provided breakdowns of the variances by regulatory activity for each subsector, rather than the material variances only: see the appendix.

### Annual dashboard

- 5 Under the ASIC industry funding model, we must publish an annual dashboard report each year, setting our regulatory costs for the previous financial year: see s138 of the *Australian Securities and Investments Commission Act 2001*. The regulatory costs for each industry sector and subsector are calculated at the end of the financial year based on the actual reported effort we expend for each sector and subsector.

- 6            The total regulatory costs to be recovered by levies (excluding charities) for 2022–23 is \$349.5 million. The annual dashboard report is available to download from the [Regulatory costs and levies webpage](#) on the ASIC website.

## Industry funding levies

- 7            The 2022–23 industry funding levies are based on our actual regulatory costs for each industry subsector, as published in the annual dashboard and this document. The levies were tabled in Parliament and a [summary of the levies](#) was published on our website on 29 November 2023. We will issue invoices for these levies to entities between January and March 2024.

## B Variance between our estimated and actual costs

### Key points

This section provides information about the variances between our estimated and actual costs. Our estimated costs for industry sectors and subsectors were published in our [2022–23 CRIS](#).

We have presented the variances by:

- regulatory activity (see paragraph 12 and Table 1); and
- industry sector and subsector (see paragraph 13 and Table 2).

### General commentary on variances

- 8 We continually refine our strategic planning and budgeting processes. This refinement ensures that we work efficiently and accurately to identify threats and harms in our regulated environment, and prioritise the work we need to do to address those threats and harms. This enables us to allocate our resources (including staff and budget) in a strategic way and to minimise the risk of significant deviation from budget.
- 9 However, we cannot predict all changes in our operating environment and in the conduct of the regulated population, and we maintain flexibility in our resourcing to adapt to these changes. This is likely to result in some variance between our estimated costs and our actual costs over the year for different industry subsectors.
- 10 In the context of enforcement, we may need to shift or strengthen our focus in certain areas during the year. We have mechanisms, including the Enforcement Special Account (ESA), to adapt to those changes. It is also the nature of enforcement matters to evolve as they progress through investigation and litigation. Enforcement costs may be higher than expected as the need for staff and external services increases, or lower than expected as a matter reaches a close.
- 11 As outlined in the [ASIC Annual Report 2022–23](#), we undertook an internal review of end-to-end processes for accounting and management of software assets, including work-in-progress, plant and equipment assets, and ASIC’s asset management framework. ASIC identified that these costs were incorrectly recognised as non-financial assets, instead of being recorded as operating expenses. In the [2022–23 CRIS](#), these expenses have been categorised as ‘allowance for capital expenditure’ but are categorised as ‘IT support’ in our actual costs. While this has no impact on the allocation of the

expense to levies or the total recoverable costs, it has created a large variance in the expense category for ‘allowance for capital expenditure’, with a similar offsetting variance in ‘IT support’.

## Variance by regulatory activity

12 The total regulatory costs to be recovered through levies is \$2.5 million less than our estimated costs of \$352.0 million: see Table 1.

**Table 1: Breakdown of the variance between actual and estimated costs by regulatory activity**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$48.931m	\$51.499m	(\$2.568m)	(5%)
Enforcement	\$109.748m	\$111.099m	(\$1.352m)	(1%)
Other regulatory activities				
<i>Industry engagement</i>	\$9.930m	\$9.520m	\$0.410m	4%
<i>Education</i>	\$3.302m	\$3.717m	(\$0.415m)	(11%)
<i>Guidance</i>	\$4.235m	\$5.161m	(\$0.926m)	(18%)
<i>Policy advice</i>	\$5.439m	\$5.751m	(\$0.311m)	(5%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$39.526m	\$41.025m	(\$1.499m)	(4%)
<i>Information technology (IT) support</i>	\$55.911m	\$34.883m	\$21.027m	60%
<i>Operations support</i>	\$29.950m	\$32.063m	(\$2.113m)	(7%)
<i>Property and corporate services</i>	\$47.030m	\$37.392m	\$9.638m	26%
<b>Total operating expenditure</b>	<b>\$354.002m</b>	<b>\$332.110m</b>	<b>\$21.892m</b>	<b>7%</b>
Allowance for capital expenditure	\$0.177m	\$23.975m	(\$23.797m)	(99%)
Less costs funded by own-source revenue	(\$8.267m)	(\$5.471m)	(\$2.796m)	51%
Adjustment for prior year (under or over recovery)	\$3.619m	\$1.426m	\$2.193m	154%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$349.532m</b>	<b>\$352.040m</b>	<b>(\$2.508m)</b>	<b>(1%)</b>

## Variance by industry sector and subsector

13 Table 2 breaks down the variance between actual and estimated costs by industry sector and subsector.

**Table 2: Breakdown of the variance between actual and estimated costs by industry sector**

### All industry sectors

Sector	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Corporate sector	\$66.350m	\$68.375m	(\$2.025m)	(3%)
Deposit taking and credit sector	\$57.169m	\$55.452m	\$1.717m	3%
Investment management, superannuation and related services sector	\$68.837m	\$67.964m	\$0.873m	1%
Market infrastructure and intermediaries sector	\$70.585m	\$66.141m	\$4.444m	7%
Financial advice sector	\$50.119m	\$58.418m	(\$8.299m)	(14%)
Insurance sector	\$36.471m	\$35.690m	\$0.781m	2%
<b>Total regulatory costs recovered through levies</b>	<b>\$349.532m</b>	<b>\$352.040m</b>	<b>(\$2.508m)</b>	<b>(1%)</b>

### Corporate sector

Subsector	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Listed corporations	\$42.999m	\$42.987m	\$0.012m	0%
Unlisted public companies	\$3.460m	\$3.605m	(\$0.145m)	(4%)
Large proprietary companies	\$8.774m	\$9.587m	(\$0.814m)	(8%)
Auditors of disclosing entities	\$4.574m	\$6.001m	(\$1.427m)	(24%)
Registered company auditors	\$1.479m	\$1.316m	\$0.164m	12%
Registered liquidators	\$5.063m	\$4.878m	\$0.185m	4%
<b>Total regulatory costs recovered through levies</b>	<b>\$66.350m</b>	<b>\$68.375m</b>	<b>(\$2.025m)</b>	<b>(3%)</b>

Note: The figures in this table do not include the cost of regulating small proprietary companies.

**Deposit taking and credit sector**

Subsector	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Credit providers	\$30.569m	\$31.806m	(\$1.237m)	(4%)
Small and medium amount credit providers	\$8.395m	\$7.025m	\$1.370m	19%
Credit intermediaries	\$4.268m	\$4.857m	(\$0.589m)	(12%)
Deposit product providers	\$9.793m	\$8.579m	\$1.214m	14%
Payment product providers	\$4.145m	\$3.176m	\$0.968m	30%
Margin lenders	-	\$0.008m	(\$0.008m)	(100%)
<b>Total regulatory costs recovered through levies</b>	<b>\$57.169m</b>	<b>\$55.452m</b>	<b>\$1.717m</b>	<b>3%</b>

**Investment management, superannuation and related services sector**

Subsector	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Superannuation trustees	\$29.603m	\$28.798m	\$0.806m	3%
Responsible entities	\$35.009m	\$35.590m	(\$0.581m)	(2%)
Wholesale trustees	\$3.610m	\$2.886m	\$0.725m	25%
Custodians	\$0.141m	\$0.328m	(\$0.186m)	(57%)
Investor directed portfolio service (IDPS) operators	-	-	-	-
Managed discretionary account (MDA) providers	\$0.368m	\$0.334m	\$0.034m	10%
Traditional trustee company service providers	\$0.106m	\$0.080m	\$0.026m	32%
Operators of notified foreign passport funds	-	-	-	-
<b>Total regulatory costs recovered through levies</b>	<b>\$68.837m</b>	<b>\$68.015m</b>	<b>\$0.873m</b>	<b>1%</b>

**Market infrastructure and intermediaries sector**

Subsector	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Large securities exchange operators	\$6.984m	\$4.948m	\$2.036m	41%
Large futures exchange operators	\$1.138m	\$1.495m	(\$0.357m)	(24%)
Small futures exchange operators	\$0.051m	\$0.086m	(\$0.035m)	(40%)



Subsector	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Small securities exchange operators with self-listing function only	-	-	-	-
Small securities exchange operators	\$0.703m	\$0.739m	(\$0.036m)	(5%)
New specialised market operators	\$0.008m	\$0.011m	(\$0.003m)	(29%)
Established specialised market operators	\$0.604m	\$0.590m	\$0.015m	3%
Overseas market operators	\$0.448m	\$0.312m	\$0.135m	43%
Exempt clearing and settlement (CS) facility operators	\$0.029m	\$0.010m	\$0.019m	186%
Tier 1 CS facility operators	\$4.602m	\$2.894m	\$1.709m	59%
Tier 2 CS facility operators	\$0.105m	\$0.100m	\$0.005m	5%
Tier 3 CS facility operators	\$0.030m	\$0.018m	\$0.012m	68%
Tier 4 CS facility operators	-	-	-	-
Australian derivative trade repository operators	\$0.211m	\$0.167m	\$0.044m	26%
Exempt market operators	\$0.013m	\$0.008m	\$0.005m	56%
Credit rating agencies	\$0.075m	\$0.189m	(\$0.114m)	(60%)
Benchmark administrator licensees	\$0.134m	\$0.239m	(\$0.105m)	(44%)
Large securities exchange participants	\$16.452m	\$18.018m	(\$1.566m)	(9%)
Large futures exchange participants	\$5.829m	\$7.085m	(\$1.256m)	(18%)
Securities dealers	\$4.037m	\$3.142m	\$0.895m	28%
Corporate advisers	\$2.606m	\$2.871m	(\$0.264m)	(9%)
Over-the-counter (OTC) traders	\$13.842m	\$13.578m	\$0.264m	2%
Retail OTC derivatives issuers	\$12.534m	\$9.545m	\$2.990m	31%
Wholesale electricity dealers	\$0.148m	\$0.095m	\$0.053m	56%
<b>Total regulatory costs recovered through levies</b>	<b>\$70.585m</b>	<b>\$66.141m</b>	<b>\$4.444m</b>	<b>7%</b>

**Financial advice sector**

<b>Subsector</b>	<b>Actual cost</b>	<b>Estimated cost</b>	<b>Variance in dollars</b>	<b>Variance as a percentage</b>
Licensees that provide personal advice to retail clients on relevant financial products	\$47.593m	\$55.523m	(\$7.930m)	(14%)
Licensees that provide personal advice to retail clients on products that are not relevant financial products	\$0.096m	\$0.065m	\$0.031m	48%
Licensees that provide general advice only	\$2.253m	\$2.796m	(\$0.543m)	(19%)
Licensees that provide personal advice to wholesale clients only	\$0.176m	\$0.034m	\$0.143m	424%
<b>Total regulatory costs recovered through levies</b>	<b>\$50.119m</b>	<b>\$58.418m</b>	<b>(\$8.299m)</b>	<b>(14%)</b>

**Insurance sector**

<b>Subsector</b>	<b>Actual cost</b>	<b>Estimated cost</b>	<b>Variance in dollars</b>	<b>Variance as a percentage</b>
Insurance product providers	\$27.549m	\$28.041m	(\$0.492m)	(2%)
Insurance product distributors	\$3.010m	\$2.712m	\$0.298m	11%
Risk management product providers	\$0.368m	\$0.103m	\$0.265m	257%
Claims handling and settling services providers	\$5.545m	\$4.834m	\$0.711m	15%
<b>Total regulatory costs recovered through levies</b>	<b>\$36.471m</b>	<b>\$35.690m</b>	<b>\$0.781m</b>	<b>2%</b>

## C Explanations for material variances between our estimated and actual costs

### Key points

This section provides explanations for the two subsectors with a material variance between our estimated and actual costs. The major contributing factors to the material variances in both subsectors were higher than expected enforcement costs.

### Definition of material variance

- 14 As in previous years, we consider a variance to be material if the actual costs for the subsector are greater than the estimated costs by more than 10% and the variance is also greater than \$2 million in total.

### Overview of 2022–23 material variances

- 15 For 2022–23, there are two subsectors with material variances. These are:
- (a) large securities exchange operators (see paragraphs 17–18 and Table 3); and
  - (b) retail OTC derivatives issuers (see paragraphs 19–20 and Table 4).
- 16 Compared to previous years, the number of subsectors with a material variance has decreased. This reflects the steps we took to incorporate actual enforcement costs for the year up to a particular point in time into our estimates. We will continue to explore ways to improve our estimates.

Note: See [ASIC industry funding: Summary of variances 2021–22](#) for the six subsectors with material variances in 2021–22.

### Subsectors with actual costs materially higher than our estimated costs

#### Large securities exchange operators

- 17 Overall, our actual costs for the large securities exchange operators subsector were higher than our estimated costs by \$2.036 million (41.14%). The main drivers for the material variance were the supervision costs of large technology uplift programs and that enforcement costs were higher than estimated. Table 3 breaks down the variance between actual and estimated costs for each of our regulatory activities for this subsector in 2022–23.

**Table 3: Breakdown of the variance between actual and estimated costs by regulatory activity—Large securities exchange operators**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$1.104m	\$1.072m	\$0.033m	3%
Enforcement	\$0.854m	\$0.076m	\$0.778m	1023%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.308m</i>	<i>\$0.304m</i>	<i>\$0.003m</i>	<i>1%</i>
<i>Education</i>	<i>\$0.046m</i>	<i>\$0.037m</i>	<i>\$0.009m</i>	<i>23%</i>
<i>Guidance</i>	<i>\$0.052m</i>	<i>\$0.070m</i>	<i>(\$0.019m)</i>	<i>(27%)</i>
<i>Policy advice</i>	<i>\$0.415m</i>	<i>\$0.370m</i>	<i>\$0.045m</i>	<i>12%</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.896m</i>	<i>\$0.606m</i>	<i>\$0.290m</i>	<i>48%</i>
<i>IT support</i>	<i>\$1.541m</i>	<i>\$0.579m</i>	<i>\$0.962m</i>	<i>166%</i>
<i>Operations support</i>	<i>\$0.682m</i>	<i>\$0.530m</i>	<i>\$0.152m</i>	<i>29%</i>
<i>Property and corporate services</i>	<i>\$1.082m</i>	<i>\$0.588m</i>	<i>\$0.493m</i>	<i>84%</i>
<b>Total operating expenditure</b>	<b>\$6.980m</b>	<b>\$4.233m</b>	<b>\$2.747m</b>	<b>65%</b>
Allowance for capital expenditure	\$0.004m	\$0.716m	(\$0.712m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$6.984m</b>	<b>\$4.948m</b>	<b>\$2.036m</b>	<b>41%</b>

### Retail OTC derivatives issuers

- 18 Overall, our actual costs for the retail OTC derivatives issuers subsector were higher than our estimated costs by \$2.990 million (31.33%). The main drivers for the material variance were increases in supervisory efforts, enforcement costs and a prior year adjustment.
- 19 Table 4 breaks down the variance between actual and estimated costs for each of our regulatory activities for this subsector in 2022–23.

**Table 4: Breakdown of the variance between actual and estimated costs by regulatory activity—Retail OTC derivatives issuers**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$1.569m	\$1.079m	\$0.490m	45%
Enforcement	\$5.567m	\$4.757m	\$0.810m	17%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.372m</i>	<i>\$0.318m</i>	<i>\$0.055m</i>	<i>17%</i>
<i>Education</i>	<i>\$0.056m</i>	<i>\$0.044m</i>	<i>\$0.012m</i>	<i>27%</i>
<i>Guidance</i>	<i>\$0.059m</i>	<i>\$0.178m</i>	<i>(\$0.119m)</i>	<i>(67%)</i>
<i>Policy advice</i>	<i>\$0.103m</i>	<i>\$0.083m</i>	<i>\$0.020m</i>	<i>24%</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$1.038m</i>	<i>\$0.767m</i>	<i>\$0.271m</i>	<i>35%</i>
<i>IT support</i>	<i>\$1.468m</i>	<i>\$0.682m</i>	<i>\$0.786m</i>	<i>115%</i>
<i>Operations support</i>	<i>\$0.794m</i>	<i>\$0.633m</i>	<i>\$0.161m</i>	<i>26%</i>
<i>Property and corporate services</i>	<i>\$1.299m</i>	<i>\$0.747m</i>	<i>\$0.552m</i>	<i>74%</i>
<b>Total operating expenditure</b>	<b>\$12.324m</b>	<b>\$9.287m</b>	<b>\$3.037m</b>	<b>33%</b>
Allowance for capital expenditure	\$0.005m	\$0.440m	(\$0.435m)	(99%)
Less costs funded by own-source revenue	(\$0.033m)	(\$0.183m)	\$0.150m	(82%)
Adjustment for prior year (under or over recovery)	\$0.239m	-	\$0.239m	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$12.534m</b>	<b>\$9.545m</b>	<b>\$2.990m</b>	<b>31%</b>

## Appendix: Breakdown of variance between actual and estimated costs for each industry subsector

20 This appendix sets out the variance between actual and estimated costs for all industry subsectors that did not have a material variance. The variance is broken down by regulatory activity.

Note: For the criteria for a material variance, see paragraph 14.

### Corporate sector

**Table 5: Breakdown of the variance between actual and estimated costs by regulatory activity—Listed corporations subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$5.762m	\$5.590m	\$0.173m	3%
Enforcement	\$18.157m	\$18.065m	\$0.092m	1%
Other regulatory activities				
<i>Industry engagement</i>	\$1.129m	\$1.254m	(\$0.125m)	(10%)
<i>Education</i>	\$0.215m	\$0.241m	(\$0.026m)	(11%)
<i>Guidance</i>	\$0.277m	\$0.498m	(\$0.221m)	(44%)
<i>Policy advice</i>	\$1.145m	\$1.077m	\$0.068m	6%
Indirect costs				
<i>Governance, central strategy and legal</i>	\$3.938m	\$3.958m	(\$0.020m)	(1%)
<i>IT support</i>	\$6.067m	\$3.815m	\$2.252m	59%
<i>Operations support</i>	\$2.948m	\$3.063m	(\$0.114m)	(4%)
<i>Property and corporate services</i>	\$4.943m	\$3.821m	\$1.122m	29%
<b>Total operating expenditure</b>	<b>\$44.582m</b>	<b>\$41.381m</b>	<b>\$3.201m</b>	<b>8%</b>
Allowance for capital expenditure	\$0.019m	\$2.385m	(\$2.366m)	(99%)
Less costs funded by own-source revenue	(\$1.789m)	(\$0.779m)	(\$1.010m)	130%
Adjustment for prior year (under or over recovery)	\$0.188m	\$0.000m	\$0.188m	
<b>Total regulatory costs to be recovered by levies</b>	<b>\$42.999m</b>	<b>\$42.987m</b>	<b>\$0.012m</b>	<b>(0%)</b>

**Table 6: Breakdown of the variance between actual and estimated costs by regulatory activity—Unlisted public companies subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.103m	\$0.098m	\$0.005m	5%
Enforcement	\$1.686m	\$1.859m	(\$0.173m)	(9%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.025m	\$0.025m	\$0.000m	0%
<i>Education</i>	\$0.017m	\$0.021m	(\$0.004m)	(19%)
<i>Guidance</i>	\$0.009m	\$0.007m	\$0.002m	28%
<i>Policy advice</i>	\$0.036m	\$0.034m	\$0.002m	6%
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.362m	\$0.405m	(\$0.043m)	(11%)
<i>IT support</i>	\$0.459m	\$0.296m	\$0.163m	55%
<i>Operations support</i>	\$0.236m	\$0.277m	(\$0.041m)	(15%)
<i>Property and corporate services</i>	\$0.424m	\$0.359m	\$0.065m	18%
<b>Total operating expenditure</b>	<b>\$3.356m</b>	<b>\$3.381m</b>	<b>(\$0.024m)</b>	<b>(1%)</b>
Allowance for capital expenditure	\$0.002m	\$0.224m	(\$0.223m)	(99%)
Less costs funded by own-source revenue	(\$0.023m)	-	(\$0.023m)	-
Adjustment for prior year (under or over recovery)	\$0.126m	-	\$0.126m	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$3.460m</b>	<b>\$3.605m</b>	<b>(\$0.145m)</b>	<b>(4%)</b>

**Table 7: Breakdown of the variance between actual and estimated costs by regulatory activity—Large proprietary companies subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.131m	\$0.107m	\$0.024m	22%
Enforcement	\$5.650m	\$5.959m	(\$0.309m)	(5%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.029m	\$0.025m	\$0.004m	15%

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
<i>Education</i>	\$0.033m	\$0.042m	(\$0.009m)	(21%)
<i>Guidance</i>	\$0.009m	\$0.007m	\$0.002m	31%
<i>Policy advice</i>	\$0.041m	\$0.030m	\$0.011m	38%
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.776m	\$0.904m	(\$0.128m)	(14%)
<i>IT support</i>	\$0.943m	\$0.619m	\$0.324m	52%
<i>Operations support</i>	\$0.497m	\$0.612m	(\$0.116m)	(19%)
<i>Property and corporate services</i>	\$0.895m	\$0.789m	\$0.106m	13%
<b>Total operating expenditure</b>	<b>\$9.003m</b>	<b>\$9.094m</b>	<b>(\$0.091m)</b>	<b>(1%)</b>
Allowance for capital expenditure	\$0.003m	\$0.493m	(\$0.489m)	(99%)
Less costs funded by own-source revenue	(\$0.318m)	-	(\$0.318m)	-
Adjustment for prior year (under or over recovery)	\$0.085m	\$0.001m	\$0.084m	13076%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$8.774m</b>	<b>\$9.587m</b>	<b>(\$0.814m)</b>	<b>(8%)</b>

**Table 8: Breakdown of the variance between actual and estimated costs by regulatory activity—Auditors of disclosing entities subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$1.177m	\$1.765m	(\$0.588m)	(33%)
Enforcement	\$1.264m	\$1.424m	(\$0.160m)	(11%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.068m	\$0.088m	(\$0.021m)	(23%)
<i>Education</i>	\$0.020m	\$0.030m	(\$0.011m)	(35%)
<i>Guidance</i>	\$0.004m	\$0.006m	(\$0.002m)	(37%)
<i>Policy advice</i>	\$0.184m	\$0.192m	(\$0.009m)	(4%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.412m	\$0.585m	(\$0.173m)	(30%)
<i>IT support</i>	\$0.623m	\$0.590m	\$0.033m	6%



Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
<i>Operations support</i>	\$0.330m	\$0.497m	(\$0.167m)	(34%)
<i>Property and corporate services</i>	\$0.447m	\$0.481m	(\$0.035m)	(7%)
<b>Total operating expenditure</b>	<b>\$4.527m</b>	<b>\$5.659m</b>	<b>(\$1.132m)</b>	<b>(20%)</b>
Allowance for capital expenditure	\$0.002m	\$0.302m	(\$0.301m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.045m	\$0.040m	\$0.005m	13%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$4.574m</b>	<b>\$6.001m</b>	<b>(\$1.427m)</b>	<b>(24%)</b>

**Table 9: Breakdown of the variance between actual and estimated costs by regulatory activity—Registered company auditors subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.262m	\$0.249m	\$0.013m	5%
Enforcement	\$0.514m	\$0.533m	(\$0.020m)	(4%)
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.010m</i>	<i>\$0.008m</i>	<i>\$0.002m</i>	<i>22%</i>
<i>Education</i>	<i>\$0.006m</i>	<i>\$0.007m</i>	<i>(\$0.000m)</i>	<i>(3%)</i>
<i>Guidance</i>	<i>\$0.001m</i>	<i>\$0.001m</i>	<i>(\$0.000m)</i>	<i>(11%)</i>
<i>Policy advice</i>	<i>\$0.040m</i>	<i>\$0.025m</i>	<i>\$0.014m</i>	<i>57%</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.137m</i>	<i>\$0.129m</i>	<i>\$0.008m</i>	<i>6%</i>
<i>IT support</i>	<i>\$0.192m</i>	<i>\$0.115m</i>	<i>\$0.076m</i>	<i>66%</i>
<i>Operations support</i>	<i>\$0.101m</i>	<i>\$0.101m</i>	<i>\$0.000m</i>	<i>0%</i>
<i>Property and corporate services</i>	<i>\$0.149m</i>	<i>\$0.107m</i>	<i>\$0.042m</i>	<i>39%</i>
<b>Total operating expenditure</b>	<b>\$1.412m</b>	<b>\$1.275m</b>	<b>\$0.136m</b>	<b>11%</b>
Allowance for capital expenditure	\$0.001m	\$0.067m	(\$0.066m)	(99%)
Less costs funded by own-source revenue	(\$0.027m)	(\$0.027m)	-	0%
Adjustment for prior year (under or over recovery)	\$0.094m	-	\$0.094m	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$1.479m</b>	<b>\$1.316m</b>	<b>\$0.164m</b>	<b>12%</b>

**Table 10: Breakdown of the variance between actual and estimated costs by regulatory activity—Registered liquidators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$1.176m	\$1.276m	(\$0.100m)	(8%)
Enforcement	\$0.857m	\$0.654m	\$0.203m	31%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.220m</i>	<i>\$0.179m</i>	<i>\$0.042m</i>	<i>23%</i>
<i>Education</i>	<i>\$0.065m</i>	<i>\$0.074m</i>	<i>(\$0.010m)</i>	<i>(13%)</i>
<i>Guidance</i>	<i>\$0.042m</i>	<i>\$0.034m</i>	<i>\$0.008m</i>	<i>23%</i>
<i>Policy advice</i>	<i>\$0.046m</i>	<i>\$0.042m</i>	<i>\$0.005m</i>	<i>11%</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.616m</i>	<i>\$0.639m</i>	<i>(\$0.023m)</i>	<i>(4%)</i>
<i>IT support</i>	<i>\$0.878m</i>	<i>\$0.576m</i>	<i>\$0.302m</i>	<i>52%</i>
<i>Operations support</i>	<i>\$0.467m</i>	<i>\$0.511m</i>	<i>(\$0.044m)</i>	<i>(9%)</i>
<i>Property and corporate services</i>	<i>\$0.682m</i>	<i>\$0.551m</i>	<i>\$0.130m</i>	<i>24%</i>
<b>Total operating expenditure</b>	<b>\$5.050m</b>	<b>\$4.536m</b>	<b>\$0.515m</b>	<b>11%</b>
Allowance for capital expenditure	\$0.003m	\$0.343m	(\$0.340m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.010m	-	\$0.010m	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$5.063m</b>	<b>\$4.878m</b>	<b>\$0.185m</b>	<b>4%</b>

## Deposit taking and credit sector

**Table 11: Breakdown of the variance between actual and estimated costs by regulatory activity—Credit providers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$4.123m	\$4.235m	(\$0.112m)	(3%)
Enforcement	\$7.971m	\$8.750m	(\$0.779m)	(9%)
Other regulatory activities				
<i>Industry engagement</i>	<i>\$1.194m</i>	<i>\$0.795m</i>	<i>\$0.398m</i>	<i>50%</i>
<i>Education</i>	<i>\$0.549m</i>	<i>\$0.588m</i>	<i>(\$0.040m)</i>	<i>(7%)</i>
<i>Guidance</i>	<i>\$0.245m</i>	<i>\$0.144m</i>	<i>\$0.100m</i>	<i>69%</i>
<i>Policy advice</i>	<i>\$0.324m</i>	<i>\$0.430m</i>	<i>(\$0.107m)</i>	<i>(25%)</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$4.066m</i>	<i>\$4.264m</i>	<i>(\$0.198m)</i>	<i>(5%)</i>
<i>IT support</i>	<i>\$5.278m</i>	<i>\$3.311m</i>	<i>\$1.966m</i>	<i>59%</i>
<i>Operations support</i>	<i>\$3.320m</i>	<i>\$3.264m</i>	<i>\$0.056m</i>	<i>2%</i>
<i>Property and corporate services</i>	<i>\$4.672m</i>	<i>\$3.742m</i>	<i>\$0.930m</i>	<i>25%</i>
<b>Total operating expenditure</b>	<b>\$31.742m</b>	<b>\$29.525m</b>	<b>\$2.216m</b>	<b>8%</b>
Allowance for capital expenditure	\$0.017m	\$2.271m	(\$2.253m)	(99%)
Less costs funded by own-source revenue	(\$1.252m)	-	(\$1.252m)	-
Adjustment for prior year (under or over recovery)	\$0.062m	\$0.010m	\$0.052m	519%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$30.569m</b>	<b>\$31.806m</b>	<b>(\$1.237m)</b>	<b>(4%)</b>

**Table 12: Breakdown of the variance between actual and estimated costs by regulatory activity—Small and medium amount credit providers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.565m	\$0.610m	(\$0.045m)	(7%)
Enforcement	\$2.246m	\$1.808m	\$0.438m	24%

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Other regulatory activities				
<i>Industry engagement</i>	\$0.218m	\$0.145m	\$0.073m	50%
<i>Education</i>	\$0.106m	\$0.106m	(\$0.000m)	(0%)
<i>Guidance</i>	\$0.043m	\$0.026m	\$0.018m	68%
<i>Policy advice</i>	\$0.058m	\$0.079m	(\$0.021m)	(26%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.899m	\$0.744m	\$0.155m	21%
<i>IT support</i>	\$1.106m	\$0.556m	\$0.550m	99%
<i>Operations support</i>	\$0.684m	\$0.554m	\$0.130m	23%
<i>Property and corporate services</i>	\$1.012m	\$0.640m	\$0.372m	58%
<b>Total operating expenditure</b>	<b>\$6.939m</b>	<b>\$5.269m</b>	<b>\$1.670m</b>	<b>32%</b>
Allowance for capital expenditure	\$0.004m	\$0.393m	(\$0.389m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$1.452m	\$1.363m	\$0.089m	7%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$8.395m</b>	<b>\$7.025m</b>	<b>\$1.370m</b>	<b>19%</b>

**Table 13: Breakdown of the variance between actual and estimated costs by regulatory activity—Credit intermediaries subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.471m	\$0.788m	(\$0.316m)	(40%)
Enforcement	\$1.268m	\$1.157m	\$0.111m	10%
Other regulatory activities				
<i>Industry engagement</i>	\$0.143m	\$0.159m	(\$0.016m)	(10%)
<i>Education</i>	\$0.069m	\$0.111m	(\$0.042m)	(38%)
<i>Guidance</i>	\$0.029m	\$0.029m	\$0.000m	1%
<i>Policy advice</i>	\$0.039m	\$0.085m	(\$0.046m)	(54%)

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.594m	\$0.678m	(\$0.084m)	(12%)
<i>IT support</i>	\$0.751m	\$0.538m	\$0.212m	39%
<i>Operations support</i>	\$0.462m	\$0.529m	(\$0.068m)	(13%)
<i>Property and corporate services</i>	\$0.679m	\$0.593m	\$0.085m	14%
<b>Total operating expenditure</b>	<b>\$4.503m</b>	<b>\$4.667m</b>	<b>(\$0.164m)</b>	<b>(4%)</b>
Allowance for capital expenditure	\$0.003m	\$0.360m	(\$0.357m)	(99%)
Less costs funded by own-source revenue	(\$0.320m)	(\$0.170m)	(\$0.150m)	88%
Adjustment for prior year (under or over recovery)	\$0.082m	-	\$0.082m	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$4.268m</b>	<b>\$4.857m</b>	<b>(\$0.589m)</b>	<b>(12%)</b>

**Table 14: Breakdown of the variance between actual and estimated costs by regulatory activity—Deposit product providers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$2.385m	\$2.429m	(\$0.043m)	(2%)
Enforcement	\$1.983m	\$1.706m	\$0.277m	16%
Other regulatory activities				
<i>Industry engagement</i>	\$0.401m	\$0.337m	\$0.063m	19%
<i>Education</i>	\$0.143m	\$0.164m	(\$0.021m)	(13%)
<i>Guidance</i>	\$0.102m	\$0.073m	\$0.029m	40%
<i>Policy advice</i>	\$0.243m	\$0.283m	(\$0.040m)	(14%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.995m	\$0.983m	\$0.013m	1%
<i>IT support</i>	\$1.666m	\$1.064m	\$0.603m	57%
<i>Operations support</i>	\$0.954m	\$0.882m	\$0.072m	8%
<i>Property and corporate services</i>	\$1.295m	\$0.981m	\$0.313m	32%
<b>Total operating expenditure</b>	<b>\$10.167m</b>	<b>\$8.902m</b>	<b>\$1.265m</b>	<b>14%</b>

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Allowance for capital expenditure	\$0.005m	\$0.585m	(\$0.580m)	(99%)
Less costs funded by own-source revenue	(\$0.908m)	(\$0.908m)	\$0.000m	(0%)
Adjustment for prior year (under or over recovery)	\$0.529m	\$0.001m	\$0.528m	54445%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$9.793m</b>	<b>\$8.579m</b>	<b>\$1.214m</b>	<b>14%</b>

**Table 15: Breakdown of the variance between actual and estimated costs by regulatory activity—Payment product providers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.486m	\$0.536m	(\$0.050m)	(9%)
Enforcement	\$1.140m	\$0.748m	\$0.392m	52%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.184m</i>	<i>\$0.128m</i>	<i>\$0.056m</i>	<i>44%</i>
<i>Education</i>	<i>\$0.080m</i>	<i>\$0.084m</i>	<i>(\$0.004m)</i>	<i>(5%)</i>
<i>Guidance</i>	<i>\$0.039m</i>	<i>\$0.023m</i>	<i>\$0.016m</i>	<i>72%</i>
<i>Policy advice</i>	<i>\$0.049m</i>	<i>\$0.068m</i>	<i>(\$0.019m)</i>	<i>(29%)</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.509m</i>	<i>\$0.396m</i>	<i>\$0.112m</i>	<i>28%</i>
<i>IT support</i>	<i>\$0.647m</i>	<i>\$0.319m</i>	<i>\$0.328m</i>	<i>103%</i>
<i>Operations support</i>	<i>\$0.421m</i>	<i>\$0.315m</i>	<i>\$0.106m</i>	<i>34%</i>
<i>Property and corporate services</i>	<i>\$0.571m</i>	<i>\$0.340m</i>	<i>\$0.230m</i>	<i>68%</i>
<b>Total operating expenditure</b>	<b>\$4.125m</b>	<b>\$2.958m</b>	<b>\$1.167m</b>	<b>39%</b>
Allowance for capital expenditure	\$0.002m	\$0.208m	(\$0.206m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.018m	\$0.011m	\$0.007m	65%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$4.145m</b>	<b>\$3.176m</b>	<b>\$0.968m</b>	<b>30%</b>

**Table 16: Breakdown of the variance between actual and estimated costs by regulatory activity—Margin lenders subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	-	\$0.002m	(\$0.002m)	(100%)
Enforcement	-	\$0.000m	(\$0.000m)	(100%)
Other regulatory activities				
<i>Industry engagement</i>	-	\$0.001m	(\$0.001m)	(100%)
<i>Education</i>	-	\$0.000m	(\$0.000m)	(100%)
<i>Guidance</i>	-	\$0.000m	(\$0.000m)	(100%)
<i>Policy advice</i>	-	\$0.000m	(\$0.000m)	(100%)
Indirect costs				
<i>Governance, central strategy and legal</i>	-	\$0.001m	(\$0.001m)	(100%)
<i>IT support</i>	-	\$0.001m	(\$0.001m)	(100%)
<i>Operations support</i>	-	\$0.001m	(\$0.001m)	(100%)
<i>Property and corporate services</i>	-	\$0.001m	(\$0.001m)	(100%)
<b>Total operating expenditure</b>	-	<b>\$0.008m</b>	<b>(\$0.008m)</b>	<b>(100%)</b>
Allowance for capital expenditure	-	\$0.001m	(\$0.001m)	(100%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	-	<b>\$0.008m</b>	<b>(\$0.008m)</b>	<b>(100%)</b>

## Investment management, superannuation and related services sector

**Table 17: Breakdown of the variance between actual and estimated costs by regulatory activity—Superannuation trustees subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$4.529m	\$4.757m	(\$0.228m)	(5%)
Enforcement	\$8.035m	\$7.619m	\$0.416m	5%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.678m</i>	<i>\$0.711m</i>	<i>(\$0.033m)</i>	<i>(5%)</i>
<i>Education</i>	<i>\$0.658m</i>	<i>\$0.741m</i>	<i>(\$0.083m)</i>	<i>(11%)</i>
<i>Guidance</i>	<i>\$0.975m</i>	<i>\$0.882m</i>	<i>\$0.093m</i>	<i>11%</i>
<i>Policy advice</i>	<i>\$0.392m</i>	<i>\$0.394m</i>	<i>(\$0.002m)</i>	<i>(0%)</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$3.131m</i>	<i>\$3.210m</i>	<i>(\$0.079m)</i>	<i>(2%)</i>
<i>IT support</i>	<i>\$4.899m</i>	<i>\$3.152m</i>	<i>\$1.747m</i>	<i>55%</i>
<i>Operations support</i>	<i>\$2.683m</i>	<i>\$2.878m</i>	<i>(\$0.194m)</i>	<i>(7%)</i>
<i>Property and corporate services</i>	<i>\$4.179m</i>	<i>\$3.306m</i>	<i>\$0.873m</i>	<i>26%</i>
<b>Total operating expenditure</b>	<b>\$30.158m</b>	<b>\$27.648m</b>	<b>\$2.510m</b>	<b>9%</b>
Allowance for capital expenditure	\$0.015m	\$1.957m	(\$1.942m)	(99%)
Less costs funded by own-source revenue	(\$0.570m)	(\$0.807m)	\$0.237m	(29%)
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$29.603m</b>	<b>\$28.798m</b>	<b>\$0.806m</b>	<b>3%</b>

**Table 18: Breakdown of the variance between actual and estimated costs by regulatory activity—Responsible entities subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$3.332m	\$3.378m	(\$0.047m)	(1%)
Enforcement	\$11.720m	\$12.257m	(\$0.537m)	(4%)



Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Other regulatory activities				
<i>Industry engagement</i>	\$0.456m	\$0.336m	\$0.120m	36%
<i>Education</i>	\$0.248m	\$0.283m	(\$0.035m)	(12%)
<i>Guidance</i>	\$0.496m	\$0.499m	(\$0.003m)	(1%)
<i>Policy advice</i>	\$0.418m	\$0.539m	(\$0.121m)	(22%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$4.523m	\$4.744m	(\$0.221m)	(5%)
<i>IT support</i>	\$5.714m	\$3.582m	\$2.132m	60%
<i>Operations support</i>	\$3.040m	\$3.382m	(\$0.341m)	(10%)
<i>Property and corporate services</i>	\$5.074m	\$4.102m	\$0.972m	24%
<b>Total operating expenditure</b>	<b>\$35.021m</b>	<b>\$33.101m</b>	<b>\$1.920m</b>	<b>6%</b>
Allowance for capital expenditure	\$0.020m	\$2.568m	(\$2.548m)	(99%)
Less costs funded by own-source revenue	(\$0.027m)	(\$0.004m)	(\$0.023m)	600%
Adjustment for prior year (under or over recovery)	(\$0.005m)	(\$0.075m)	\$0.070m	(93%)
<b>Total regulatory costs to be recovered by levies</b>	<b>\$35.009m</b>	<b>\$35.590m</b>	<b>(\$0.581m)</b>	<b>(2%)</b>

**Table 19: Breakdown of the variance between actual and estimated costs by regulatory activity—Wholesale trustees subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.219m	\$0.283m	(\$0.065m)	(23%)
Enforcement	\$1.345m	\$0.861m	\$0.483m	56%
Other regulatory activities				
<i>Industry engagement</i>	\$0.032m	\$0.032m	(\$0.000m)	(1%)
<i>Education</i>	\$0.023m	\$0.024m	(\$0.002m)	(6%)
<i>Guidance</i>	\$0.031m	\$0.042m	(\$0.010m)	(25%)
<i>Policy advice</i>	\$0.033m	\$0.053m	(\$0.020m)	(38%)

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.472m	\$0.411m	\$0.061m	15%
<i>IT support</i>	\$0.577m	\$0.309m	\$0.268m	87%
<i>Operations support</i>	\$0.310m	\$0.293m	\$0.017m	6%
<i>Property and corporate services</i>	\$0.532m	\$0.355m	\$0.177m	50%
<b>Total operating expenditure</b>	<b>\$3.572m</b>	<b>\$2.663m</b>	<b>\$0.909m</b>	<b>34%</b>
Allowance for capital expenditure	\$0.002m	\$0.222m	(\$0.220m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.036m	-	\$0.036m	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$3.610m</b>	<b>\$2.886m</b>	<b>\$0.725m</b>	<b>25%</b>

**Table 20: Breakdown of the variance between actual and estimated costs by regulatory activity—Custodians subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.034m	\$0.081m	(\$0.047m)	(58%)
Enforcement	\$0.003m	\$0.010m	(\$0.007m)	(67%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.005m	\$0.011m	(\$0.005m)	(50%)
<i>Education</i>	\$0.002m	\$0.004m	(\$0.003m)	(62%)
<i>Guidance</i>	\$0.005m	\$0.012m	(\$0.008m)	(61%)
<i>Policy advice</i>	\$0.005m	\$0.015m	(\$0.009m)	(64%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.019m	\$0.047m	(\$0.028m)	(59%)
<i>IT support</i>	\$0.028m	\$0.043m	(\$0.015m)	(35%)
<i>Operations support</i>	\$0.014m	\$0.036m	(\$0.022m)	(61%)
<i>Property and corporate services</i>	\$0.022m	\$0.041m	(\$0.020m)	(48%)
<b>Total operating expenditure</b>	<b>\$0.138m</b>	<b>\$0.301m</b>	<b>(\$0.164m)</b>	<b>(54%)</b>

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Allowance for capital expenditure	\$0.000m	\$0.027m	(\$0.026m)	(100%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.004m	-	\$0.004m	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.141m</b>	<b>\$0.328m</b>	<b>(\$0.186m)</b>	<b>(57%)</b>

**Table 21: Breakdown of the variance between actual and estimated costs by regulatory activity—IDPS operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.010m	\$0.014m	(\$0.003m)	(24%)
Enforcement	\$0.366m	\$0.411m	(\$0.045m)	(11%)
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.002m</i>	<i>\$0.003m</i>	<i>(\$0.001m)</i>	<i>(29%)</i>
<i>Education</i>	<i>\$0.000m</i>	<i>\$0.001m</i>	<i>(\$0.000m)</i>	<i>(30%)</i>
<i>Guidance</i>	<i>\$0.001m</i>	<i>\$0.001m</i>	<i>(\$0.000m)</i>	<i>(2%)</i>
<i>Policy advice</i>	<i>\$0.003m</i>	<i>\$0.005m</i>	<i>(\$0.002m)</i>	<i>(39%)</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.006m</i>	<i>\$0.008m</i>	<i>(\$0.002m)</i>	<i>(25%)</i>
<i>IT support</i>	<i>\$0.010m</i>	<i>\$0.008m</i>	<i>\$0.001m</i>	<i>12%</i>
<i>Operations support</i>	<i>\$0.005m</i>	<i>\$0.006m</i>	<i>(\$0.002m)</i>	<i>(27%)</i>
<i>Property and corporate services</i>	<i>\$0.007m</i>	<i>\$0.008m</i>	<i>(\$0.000m)</i>	<i>(6%)</i>
<b>Total operating expenditure</b>	<b>\$0.410m</b>	<b>\$0.465m</b>	<b>(\$0.054m)</b>	<b>(12%)</b>
Allowance for capital expenditure	\$0.000m	\$0.005m	(\$0.005m)	(99%)
Less costs funded by own-source revenue	(\$0.410m)	(\$0.470m)	\$0.060m	(13%)
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.000m</b>	<b>\$0.000m</b>	<b>-</b>	<b>-</b>

**Table 22: Breakdown of the variance between actual and estimated costs by regulatory activity—MDA providers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.008m	\$0.017m	(\$0.010m)	(55%)
Enforcement	\$0.181m	\$0.188m	(\$0.007m)	(4%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.002m	\$0.003m	(\$0.002m)	(48%)
<i>Education</i>	\$0.001m	\$0.002m	(\$0.000m)	(25%)
<i>Guidance</i>	\$0.001m	\$0.002m	(\$0.001m)	(55%)
<i>Policy advice</i>	\$0.002m	\$0.005m	(\$0.002m)	(48%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.028m	\$0.030m	(\$0.002m)	(6%)
<i>IT support</i>	\$0.035m	\$0.024m	\$0.011m	49%
<i>Operations support</i>	\$0.018m	\$0.021m	(\$0.003m)	(12%)
<i>Property and corporate services</i>	\$0.032m	\$0.027m	\$0.006m	22%
<b>Total operating expenditure</b>	<b>\$0.309m</b>	<b>\$0.317m</b>	<b>(\$0.009m)</b>	<b>(3%)</b>
Allowance for capital expenditure	\$0.000m	\$0.017m	(\$0.017m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.059m	-	\$0.059m	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.368m</b>	<b>\$0.334m</b>	<b>\$0.034m</b>	<b>10%</b>

**Table 23: Breakdown of the variance between actual and estimated costs by regulatory activity—Traditional trustee company service providers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.026m	\$0.022m	\$0.004m	20%
Enforcement	\$0.003m	\$0.002m	\$0.000m	15%
Other regulatory activities				
<i>Industry engagement</i>	\$0.007m	\$0.005m	\$0.002m	45%

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
<i>Education</i>	<i>\$0.003m</i>	<i>\$0.003m</i>	<i>(\$0.000m)</i>	<i>(1%)</i>
<i>Guidance</i>	<i>\$0.003m</i>	<i>\$0.001m</i>	<i>\$0.002m</i>	<i>192%</i>
<i>Policy advice</i>	<i>\$0.003m</i>	<i>\$0.004m</i>	<i>(\$0.000m)</i>	<i>(12%)</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.014m</i>	<i>\$0.010m</i>	<i>\$0.003m</i>	<i>33%</i>
<i>IT support</i>	<i>\$0.019m</i>	<i>\$0.010m</i>	<i>\$0.010m</i>	<i>104%</i>
<i>Operations support</i>	<i>\$0.013m</i>	<i>\$0.009m</i>	<i>\$0.004m</i>	<i>40%</i>
<i>Property and corporate services</i>	<i>\$0.015m</i>	<i>\$0.009m</i>	<i>\$0.006m</i>	<i>68%</i>
<b>Total operating expenditure</b>	<b>\$0.106m</b>	<b>\$0.074m</b>	<b>\$0.031m</b>	<b>42%</b>
Allowance for capital expenditure	\$0.000m	\$0.005m	(\$0.005m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.106m</b>	<b>\$0.080m</b>	<b>\$0.026m</b>	<b>32%</b>

## Market infrastructure and intermediaries sector

**Table 24: Breakdown of the variance between actual and estimated costs by regulatory activity—Large futures exchange operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.275m	\$0.353m	(\$0.078m)	(22%)
Enforcement	\$0.020m	\$0.026m	(\$0.006m)	(24%)
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.068m</i>	<i>\$0.092m</i>	<i>(\$0.024m)</i>	<i>(26%)</i>
<i>Education</i>	<i>\$0.008m</i>	<i>\$0.012m</i>	<i>(\$0.004m)</i>	<i>(33%)</i>
<i>Guidance</i>	<i>\$0.013m</i>	<i>\$0.031m</i>	<i>(\$0.018m)</i>	<i>(59%)</i>
<i>Policy advice</i>	<i>\$0.084m</i>	<i>\$0.105m</i>	<i>(\$0.021m)</i>	<i>(20%)</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.145m</i>	<i>\$0.199m</i>	<i>(\$0.054m)</i>	<i>(27%)</i>
<i>IT support</i>	<i>\$0.225m</i>	<i>\$0.196m</i>	<i>\$0.029m</i>	<i>15%</i>
<i>Operations support</i>	<i>\$0.119m</i>	<i>\$0.172m</i>	<i>(\$0.053m)</i>	<i>(31%)</i>
<i>Property and corporate services</i>	<i>\$0.181m</i>	<i>\$0.193m</i>	<i>(\$0.012m)</i>	<i>(6%)</i>
<b>Total operating expenditure</b>	<b>\$1.138m</b>	<b>\$1.379m</b>	<b>(\$0.241m)</b>	<b>(18%)</b>
Allowance for capital expenditure	\$0.001m	\$0.116m	(\$0.116m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$1.138m</b>	<b>\$1.495m</b>	<b>(\$0.357m)</b>	<b>(24%)</b>

**Table 25: Breakdown of the variance between actual and estimated costs for each of our regulatory activities—Small futures exchange operators subsector**

Expense	Actual cost	Estimated cost	Variance (\$)	Variance (%)
Supervision and surveillance	\$0.014m	\$0.023m	(\$0.009m)	(40%)
Enforcement	\$0.001m	\$0.001m	(\$0.001m)	(40%)

Expense	Actual cost	Estimated cost	Variance (\$)	Variance (%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.003m	\$0.007m	(\$0.003m)	(49%)
<i>Education</i>	\$0.000m	\$0.001m	(\$0.000m)	(43%)
<i>Guidance</i>	\$0.001m	\$0.003m	(\$0.003m)	(82%)
<i>Policy advice</i>	\$0.003m	\$0.003m	(\$0.001m)	(17%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.006m	\$0.010m	(\$0.004m)	(40%)
<i>IT support</i>	\$0.010m	\$0.011m	(\$0.001m)	(8%)
<i>Operations support</i>	\$0.005m	\$0.010m	(\$0.004m)	(45%)
<i>Property and corporate services</i>	\$0.008m	\$0.011m	(\$0.003m)	(25%)
<b>Total operating expenditure</b>	<b>\$0.051m</b>	<b>\$0.080m</b>	<b>(\$0.029m)</b>	<b>(36%)</b>
Allowance for capital expenditure	\$0.000m	\$0.006m	(\$0.006m)	(100%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.051m</b>	<b>\$0.086m</b>	<b>(\$0.035m)</b>	<b>(40%)</b>

**Table 26: Breakdown of the variance between actual and estimated costs by regulatory activity—Small securities exchange operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.144m	\$0.162m	(\$0.018m)	(11%)
Enforcement	\$0.014m	\$0.016m	(\$0.002m)	(12%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.037m	\$0.041m	(\$0.004m)	(9%)
<i>Education</i>	\$0.005m	\$0.006m	(\$0.001m)	(17%)
<i>Guidance</i>	\$0.008m	\$0.009m	(\$0.001m)	(13%)
<i>Policy advice</i>	\$0.068m	\$0.064m	\$0.004m	6%

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.094m	\$0.101m	(\$0.007m)	(7%)
<i>IT support</i>	\$0.145m	\$0.100m	\$0.045m	45%
<i>Operations support</i>	\$0.075m	\$0.085m	(\$0.010m)	(12%)
<i>Property and corporate services</i>	\$0.114m	\$0.096m	\$0.018m	18%
<b>Total operating expenditure</b>	<b>\$0.703m</b>	<b>\$0.679m</b>	<b>\$0.024m</b>	<b>3%</b>
Allowance for capital expenditure	\$0.000m	\$0.060m	(\$0.059m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.703m</b>	<b>\$0.739m</b>	<b>(\$0.036m)</b>	<b>(5%)</b>

**Table 27: Breakdown of the variance between actual and estimated costs by regulatory activity—New specialised market operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.002m	\$0.002m	(\$0.001m)	(33%)
Enforcement	\$0.000m	\$0.000m	(\$0.000m)	(27%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.000m	\$0.001m	(\$0.000m)	(27%)
<i>Education</i>	\$0.000m	\$0.000m	(\$0.000m)	(39%)
<i>Guidance</i>	\$0.000m	\$0.000m	\$0.000m	21%
<i>Policy advice</i>	\$0.001m	\$0.001m	(\$0.000m)	(25%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.001m	\$0.002m	(\$0.001m)	(32%)
<i>IT support</i>	\$0.002m	\$0.002m	\$0.000m	8%
<i>Operations support</i>	\$0.001m	\$0.001m	(\$0.000m)	(36%)
<i>Property and corporate services</i>	\$0.001m	\$0.001m	(\$0.000m)	(13%)
<b>Total operating expenditure</b>	<b>\$0.008m</b>	<b>\$0.010m</b>	<b>(\$0.002m)</b>	<b>(23%)</b>



Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Allowance for capital expenditure	\$0.000m	\$0.001m	(\$0.001m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.008m</b>	<b>\$0.011m</b>	<b>(\$0.003m)</b>	<b>(29%)</b>

**Table 28: Breakdown of the variance between actual and estimated costs by regulatory activity—Established specialised market operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.120m	\$0.123m	(\$0.003m)	(3%)
Enforcement	\$0.010m	\$0.010m	\$0.000m	4%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.031m</i>	<i>\$0.029m</i>	<i>\$0.002m</i>	<i>5%</i>
<i>Education</i>	<i>\$0.004m</i>	<i>\$0.005m</i>	<i>(\$0.001m)</i>	<i>(11%)</i>
<i>Guidance</i>	<i>\$0.006m</i>	<i>\$0.004m</i>	<i>\$0.002m</i>	<i>62%</i>
<i>Policy advice</i>	<i>\$0.061m</i>	<i>\$0.056m</i>	<i>\$0.004m</i>	<i>8%</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.083m</i>	<i>\$0.085m</i>	<i>(\$0.002m)</i>	<i>(2%)</i>
<i>IT support</i>	<i>\$0.125m</i>	<i>\$0.080m</i>	<i>\$0.044m</i>	<i>56%</i>
<i>Operations support</i>	<i>\$0.065m</i>	<i>\$0.070m</i>	<i>(\$0.005m)</i>	<i>(7%)</i>
<i>Property and corporate services</i>	<i>\$0.099m</i>	<i>\$0.079m</i>	<i>\$0.020m</i>	<i>26%</i>
<b>Total operating expenditure</b>	<b>\$0.604m</b>	<b>\$0.541m</b>	<b>\$0.063m</b>	<b>12%</b>
Allowance for capital expenditure	\$0.000m	\$0.049m	(\$0.048m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.604m</b>	<b>\$0.590m</b>	<b>\$0.015m</b>	<b>3%</b>

**Table 29: Breakdown of the variance between actual and estimated costs by regulatory activity—Overseas market operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.089m	\$0.065m	\$0.024m	36%
Enforcement	\$0.007m	\$0.005m	\$0.002m	45%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.023m</i>	<i>\$0.015m</i>	<i>\$0.007m</i>	<i>48%</i>
<i>Education</i>	<i>\$0.003m</i>	<i>\$0.003m</i>	<i>\$0.001m</i>	<i>23%</i>
<i>Guidance</i>	<i>\$0.005m</i>	<i>\$0.002m</i>	<i>\$0.003m</i>	<i>127%</i>
<i>Policy advice</i>	<i>\$0.045m</i>	<i>\$0.030m</i>	<i>\$0.015m</i>	<i>51%</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.062m</i>	<i>\$0.045m</i>	<i>\$0.017m</i>	<i>37%</i>
<i>IT support</i>	<i>\$0.092m</i>	<i>\$0.042m</i>	<i>\$0.050m</i>	<i>118%</i>
<i>Operations support</i>	<i>\$0.048m</i>	<i>\$0.037m</i>	<i>\$0.011m</i>	<i>29%</i>
<i>Property and corporate services</i>	<i>\$0.073m</i>	<i>\$0.042m</i>	<i>\$0.032m</i>	<i>76%</i>
<b>Total operating expenditure</b>	<b>\$0.447m</b>	<b>\$0.286m</b>	<b>\$0.161m</b>	<b>56%</b>
Allowance for capital expenditure	\$0.000m	\$0.026m	(\$0.025m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.448m</b>	<b>\$0.312m</b>	<b>\$0.135m</b>	<b>43%</b>

**Table 30: Breakdown of the variance between actual and estimated costs by regulatory activity—Exempt CS facility operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.007m	\$0.002m	\$0.005m	215%
Enforcement	\$0.000m	\$0.000m	\$0.000m	279%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.001m</i>	<i>\$0.001m</i>	<i>\$0.001m</i>	<i>138%</i>

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
<i>Education</i>	\$0.000m	\$0.000m	\$0.000m	300%
<i>Guidance</i>	\$0.001m	\$0.000m	\$0.001m	1126%
<i>Policy advice</i>	\$0.002m	\$0.001m	\$0.001m	78%
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.004m	\$0.001m	\$0.003m	180%
<i>IT support</i>	\$0.006m	\$0.001m	\$0.005m	331%
<i>Operations support</i>	\$0.003m	\$0.001m	\$0.002m	156%
<i>Property and corporate services</i>	\$0.005m	\$0.001m	\$0.003m	244%
<b>Total operating expenditure</b>	<b>\$0.029m</b>	<b>\$0.009m</b>	<b>\$0.020m</b>	<b>212%</b>
Allowance for capital expenditure	\$0.000m	\$0.001m	(\$0.001m)	(98%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.029m</b>	<b>\$0.010m</b>	<b>\$0.019m</b>	<b>186%</b>

**Table 31: Breakdown of the variance between actual and estimated costs by regulatory activity—Tier 1 CS facility operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.562m	\$0.617m	(\$0.055m)	(9%)
Enforcement	\$0.819m	\$0.047m	\$0.772m	1660%
Other regulatory activities				
<i>Industry engagement</i>	\$0.150m	\$0.157m	(\$0.007m)	(4%)
<i>Education</i>	\$0.032m	\$0.024m	\$0.008m	31%
<i>Guidance</i>	\$0.029m	\$0.020m	\$0.009m	42%
<i>Policy advice</i>	\$0.272m	\$0.275m	(\$0.003m)	(1%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.643m	\$0.408m	\$0.235m	58%
<i>IT support</i>	\$0.872m	\$0.383m	\$0.489m	128%

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
<i>Operations support</i>	\$0.466m	\$0.344m	\$0.122m	35%
<i>Property and corporate services</i>	\$0.754m	\$0.382m	\$0.373m	98%
<b>Total operating expenditure</b>	<b>\$4.600m</b>	<b>\$2.658m</b>	<b>\$1.942m</b>	<b>73%</b>
Allowance for capital expenditure	\$0.003m	\$0.236m	(\$0.233m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$4.602m</b>	<b>\$2.894m</b>	<b>\$1.709m</b>	<b>59%</b>

**Table 32: Breakdown of the variance between actual and estimated costs by regulatory activity—Tier 2 CS facility operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.021m	\$0.021m	(\$0.00m)	(0%)
Enforcement	\$0.002m	\$0.002m	\$0.000m	5%
Other regulatory activities				
<i>Industry engagement</i>	\$0.005m	\$0.005m	\$0.000m	8%
<i>Education</i>	\$0.001m	\$0.001m	(\$0.000m)	(10%)
<i>Guidance</i>	\$0.001m	\$0.001m	\$0.000m	66%
<i>Policy advice</i>	\$0.011m	\$0.010m	\$0.001m	10%
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.014m	\$0.014m	\$0.000m	0%
<i>IT support</i>	\$0.022m	\$0.014m	\$0.008m	59%
<i>Operations support</i>	\$0.011m	\$0.012m	(\$0.001m)	(5%)
<i>Property and corporate services</i>	\$0.017m	\$0.013m	\$0.004m	29%
<b>Total operating expenditure</b>	<b>\$0.105m</b>	<b>\$0.092m</b>	<b>\$0.013m</b>	<b>14%</b>
Allowance for capital expenditure	\$0.000m	\$0.008m	(\$0.008m)	(99%)
Less costs funded by own-source revenue	-	-	-	-

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.105m</b>	<b>\$0.100m</b>	<b>\$0.005m</b>	<b>5%</b>

**Table 33: Breakdown of the variance between actual and estimated costs by regulatory activity—Tier 3 CS facility operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.006m	\$0.004m	\$0.002m	60%
Enforcement	\$0.000m	\$0.000m	\$0.000m	65%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.002m</i>	<i>\$0.001m</i>	<i>\$0.001m</i>	<i>74%</i>
<i>Education</i>	<i>\$0.000m</i>	<i>\$0.000m</i>	<i>\$0.000m</i>	<i>42%</i>
<i>Guidance</i>	<i>\$0.000m</i>	<i>\$0.000m</i>	<i>\$0.000m</i>	<i>165%</i>
<i>Policy advice</i>	<i>\$0.003m</i>	<i>\$0.002m</i>	<i>\$0.001m</i>	<i>78%</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.004m</i>	<i>\$0.003m</i>	<i>\$0.002m</i>	<i>61%</i>
<i>IT support</i>	<i>\$0.006m</i>	<i>\$0.002m</i>	<i>\$0.004m</i>	<i>155%</i>
<i>Operations support</i>	<i>\$0.003m</i>	<i>\$0.002m</i>	<i>\$0.001m</i>	<i>52%</i>
<i>Property and corporate services</i>	<i>\$0.005m</i>	<i>\$0.002m</i>	<i>\$0.002m</i>	<i>107%</i>
<b>Total operating expenditure</b>	<b>\$0.030m</b>	<b>\$0.016m</b>	<b>\$0.013m</b>	<b>83%</b>
Allowance for capital expenditure	\$0.000m	\$0.001m	(\$0.001m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.030m</b>	<b>\$0.018m</b>	<b>\$0.012m</b>	<b>68%</b>

**Table 34: Breakdown of the variance between actual and estimated costs by regulatory activity—Australian derivative trade repository operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.042m	\$0.035m	\$0.007m	20%
Enforcement	\$0.003m	\$0.003m	\$0.001m	28%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.011m</i>	<i>\$0.008m</i>	<i>\$0.002m</i>	<i>29%</i>
<i>Education</i>	<i>\$0.002m</i>	<i>\$0.001m</i>	<i>\$0.000m</i>	<i>9%</i>
<i>Guidance</i>	<i>\$0.002m</i>	<i>\$0.001m</i>	<i>\$0.001m</i>	<i>77%</i>
<i>Policy advice</i>	<i>\$0.021m</i>	<i>\$0.016m</i>	<i>\$0.005m</i>	<i>33%</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.029m</i>	<i>\$0.024m</i>	<i>\$0.005m</i>	<i>21%</i>
<i>IT support</i>	<i>\$0.043m</i>	<i>\$0.023m</i>	<i>\$0.021m</i>	<i>92%</i>
<i>Operations support</i>	<i>\$0.023m</i>	<i>\$0.020m</i>	<i>\$0.003m</i>	<i>14%</i>
<i>Property and corporate services</i>	<i>\$0.034m</i>	<i>\$0.022m</i>	<i>\$0.012m</i>	<i>55%</i>
<b>Total operating expenditure</b>	<b>\$0.211m</b>	<b>\$0.153m</b>	<b>\$0.057m</b>	<b>37%</b>
Allowance for capital expenditure	\$0.000m	\$0.014m	(\$0.014m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.211m</b>	<b>\$0.167m</b>	<b>\$0.044m</b>	<b>26%</b>

**Table 35: Breakdown of the variance between actual and estimated costs by regulatory activity—Exempt market operators subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.003m	\$0.002m	\$0.001m	50%
Enforcement	\$0.000m	\$0.000m	\$0.000m	41%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.001m</i>	<i>\$0.000m</i>	<i>\$0.000m</i>	<i>62%</i>

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
<i>Education</i>	\$0.000m	\$0.000m	\$0.000m	22%
<i>Guidance</i>	\$0.000m	\$0.000m	\$0.000m	146%
<i>Policy advice</i>	\$0.001m	\$0.001m	\$0.001m	67%
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.002m	\$0.001m	\$0.001m	50%
<i>IT support</i>	\$0.003m	\$0.001m	\$0.002m	138%
<i>Operations support</i>	\$0.001m	\$0.001m	\$0.000m	41%
<i>Property and corporate services</i>	\$0.002m	\$0.001m	\$0.001m	92%
<b>Total operating expenditure</b>	<b>\$0.013m</b>	<b>\$0.008m</b>	<b>\$0.005m</b>	<b>71%</b>
Allowance for capital expenditure	\$0.000m	\$0.001m	(\$0.001m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.013m</b>	<b>\$0.008m</b>	<b>\$0.005m</b>	<b>56%</b>

**Table 36: Breakdown of the variance between actual and estimated costs by regulatory activity—Credit rating agencies subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.015m	\$0.046m	(\$0.031m)	(67%)
Enforcement	\$0.002m	\$0.005m	(\$0.003m)	(55%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.004m	\$0.013m	(\$0.009m)	(69%)
<i>Education</i>	\$0.001m	\$0.002m	(\$0.001m)	(65%)
<i>Guidance</i>	\$0.001m	\$0.005m	(\$0.004m)	(79%)
<i>Policy advice</i>	\$0.007m	\$0.012m	(\$0.005m)	(40%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.010m	\$0.024m	(\$0.014m)	(59%)
<i>IT support</i>	\$0.016m	\$0.025m	(\$0.009m)	(37%)

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
<i>Operations support</i>	\$0.008m	\$0.020m	(\$0.013m)	(63%)
<i>Property and corporate services</i>	\$0.012m	\$0.024m	(\$0.012m)	(50%)
<b>Total operating expenditure</b>	<b>\$0.075m</b>	<b>\$0.175m</b>	<b>(\$0.100m)</b>	<b>(57%)</b>
Allowance for capital expenditure	\$0.000m	\$0.014m	(\$0.014m)	(100%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.075m</b>	<b>\$0.189m</b>	<b>(\$0.114m)</b>	<b>(60%)</b>

**Table 37: Breakdown of the variance between actual and estimated costs by regulatory activity—Benchmark administrator licensees subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.033m	\$0.058m	(\$0.025m)	(44%)
Enforcement	\$0.003m	\$0.006m	(\$0.002m)	(44%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.008m	\$0.016m	(\$0.008m)	(48%)
<i>Education</i>	\$0.001m	\$0.002m	(\$0.001m)	(51%)
<i>Guidance</i>	\$0.002m	\$0.006m	(\$0.004m)	(71%)
<i>Policy advice</i>	\$0.010m	\$0.016m	(\$0.006m)	(37%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.017m	\$0.030m	(\$0.014m)	(45%)
<i>IT support</i>	\$0.027m	\$0.032m	(\$0.005m)	(15%)
<i>Operations support</i>	\$0.014m	\$0.026m	(\$0.013m)	(48%)
<i>Property and corporate services</i>	\$0.021m	\$0.030m	(\$0.009m)	(30%)
<b>Total operating expenditure</b>	<b>\$0.134m</b>	<b>\$0.221m</b>	<b>(\$0.087m)</b>	<b>(39%)</b>
Allowance for capital expenditure	\$0.000m	\$0.018m	(\$0.018m)	(100%)
Less costs funded by own-source revenue	-	-	-	-



Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.134m</b>	<b>\$0.239m</b>	<b>(\$0.105m)</b>	<b>(44%)</b>

**Table 38: Breakdown of the variance between actual and estimated costs by regulatory activity—Large securities exchange participants subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$3.610m	\$3.050m	\$0.560m	18%
Enforcement	\$3.521m	\$4.055m	(\$0.534m)	(13%)
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.851m</i>	<i>\$0.896m</i>	<i>(\$0.045m)</i>	<i>(5%)</i>
<i>Education</i>	<i>\$0.110m</i>	<i>\$0.126m</i>	<i>(\$0.016m)</i>	<i>(13%)</i>
<i>Guidance</i>	<i>\$0.128m</i>	<i>\$0.505m</i>	<i>(\$0.377m)</i>	<i>(75%)</i>
<i>Policy advice</i>	<i>\$0.151m</i>	<i>\$0.160m</i>	<i>(\$0.009m)</i>	<i>(6%)</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$1.969m</i>	<i>\$2.162m</i>	<i>(\$0.193m)</i>	<i>(9%)</i>
<i>IT support</i>	<i>\$2.932m</i>	<i>\$1.908m</i>	<i>\$1.025m</i>	<i>54%</i>
<i>Operations support</i>	<i>\$1.567m</i>	<i>\$1.789m</i>	<i>(\$0.222m)</i>	<i>(12%)</i>
<i>Property and corporate services</i>	<i>\$2.531m</i>	<i>\$2.120m</i>	<i>\$0.411m</i>	<i>19%</i>
<b>Total operating expenditure</b>	<b>\$17.369m</b>	<b>\$16.770m</b>	<b>\$0.599m</b>	<b>4%</b>
Allowance for capital expenditure	\$0.009m	\$1.248m	(\$1.238m)	(99%)
Less costs funded by own-source revenue	(\$0.927m)	-	(\$0.927m)	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$16.452m</b>	<b>\$18.018m</b>	<b>(\$1.566m)</b>	<b>(9%)</b>

**Table 39: Breakdown of the variance between actual and estimated costs by regulatory activity—Large futures exchange participants subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.584m	\$0.788m	(\$0.205m)	(26%)
Enforcement	\$2.791m	\$3.059m	(\$0.269m)	(9%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.138m	\$0.236m	(\$0.098m)	(41%)
<i>Education</i>	\$0.027m	\$0.038m	(\$0.011m)	(29%)
<i>Guidance</i>	\$0.021m	\$0.139m	(\$0.117m)	(85%)
<i>Policy advice</i>	\$0.022m	\$0.034m	(\$0.012m)	(34%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.522m	\$0.668m	(\$0.145m)	(22%)
<i>IT support</i>	\$0.702m	\$0.568m	\$0.134m	24%
<i>Operations support</i>	\$0.380m	\$0.534m	(\$0.154m)	(29%)
<i>Property and corporate services</i>	\$0.640m	\$0.642m	(\$0.002m)	(0%)
<b>Total operating expenditure</b>	<b>\$5.827m</b>	<b>\$6.705m</b>	<b>(\$0.879m)</b>	<b>(13%)</b>
Allowance for capital expenditure	\$0.002m	\$0.380m	(\$0.377m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	-	-	-	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$5.829m</b>	<b>\$7.085m</b>	<b>(\$1.256m)</b>	<b>(18%)</b>

**Table 40: Breakdown of the variance between actual and estimated costs by regulatory activity—Securities dealers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.910m	\$0.581m	\$0.329m	57%
Enforcement	\$1.144m	\$1.058m	\$0.086m	8%
Other regulatory activities				
<i>Industry engagement</i>	\$0.215m	\$0.175m	\$0.040m	23%

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
<i>Education</i>	\$0.021m	\$0.017m	\$0.005m	29%
<i>Guidance</i>	\$0.033m	\$0.103m	(\$0.070m)	(68%)
<i>Policy advice</i>	\$0.033m	\$0.026m	\$0.007m	27%
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.347m	\$0.257m	\$0.090m	35%
<i>IT support</i>	\$0.553m	\$0.264m	\$0.290m	110%
<i>Operations support</i>	\$0.299m	\$0.236m	\$0.063m	27%
<i>Property and corporate services</i>	\$0.467m	\$0.271m	\$0.196m	72%
<b>Total operating expenditure</b>	<b>\$4.022m</b>	<b>\$2.987m</b>	<b>\$1.036m</b>	<b>35%</b>
Allowance for capital expenditure	\$0.002m	\$0.155m	(\$0.153m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.013m	\$0.001m	\$0.012m	1188%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$4.037m</b>	<b>\$3.142m</b>	<b>\$0.895m</b>	<b>28%</b>

**Table 41: Breakdown of the variance between actual and estimated costs by regulatory activity—Corporate advisers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.273m	\$0.337m	(\$0.065m)	(19%)
Enforcement	\$1.015m	\$0.912m	\$0.104m	11%
Other regulatory activities				
<i>Industry engagement</i>	\$0.070m	\$0.102m	(\$0.032m)	(32%)
<i>Education</i>	\$0.014m	\$0.019m	(\$0.005m)	(26%)
<i>Guidance</i>	\$0.013m	\$0.052m	(\$0.039m)	(75%)
<i>Policy advice</i>	\$0.034m	\$0.037m	(\$0.003m)	(8%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.273m	\$0.341m	(\$0.068m)	(20%)
<i>IT support</i>	\$0.377m	\$0.286m	\$0.091m	32%

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
<i>Operations support</i>	\$0.197m	\$0.263m	(\$0.066m)	(25%)
<i>Property and corporate services</i>	\$0.337m	\$0.324m	\$0.012m	4%
<b>Total operating expenditure</b>	<b>\$2.602m</b>	<b>\$2.673m</b>	<b>(\$0.071m)</b>	<b>(3%)</b>
Allowance for capital expenditure	\$0.001m	\$0.197m	(\$0.195m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.003m	\$0.001m	\$0.002m	219%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$2.606m</b>	<b>\$2.871m</b>	<b>(\$0.264m)</b>	<b>(9%)</b>

**Table 42: Breakdown of the variance between actual and estimated costs by regulatory activity—OTC traders subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$3.342m	\$2.926m	\$0.417m	14%
Enforcement	\$2.401m	\$2.706m	(\$0.305m)	(11%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.571m	\$0.592m	(\$0.021m)	(4%)
<i>Education</i>	\$0.069m	\$0.075m	(\$0.006m)	(8%)
<i>Guidance</i>	\$0.091m	\$0.319m	(\$0.228m)	(71%)
<i>Policy advice</i>	\$0.205m	\$0.190m	\$0.015m	8%
Indirect costs				
<i>Governance, central strategy and legal</i>	\$1.254m	\$1.279m	(\$0.025m)	(2%)
<i>IT support</i>	\$2.930m	\$1.320m	\$1.609m	122%
<i>Operations support</i>	\$1.117m	\$1.180m	(\$0.064m)	(5%)
<i>Property and corporate services</i>	\$1.706m	\$1.337m	\$0.369m	28%
<b>Total operating expenditure</b>	<b>\$13.687m</b>	<b>\$11.924m</b>	<b>\$1.762m</b>	<b>15%</b>
Allowance for capital expenditure	\$0.006m	\$1.609m	(\$1.603m)	(100%)
Less costs funded by own-source revenue	-	-	-	-

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Adjustment for prior year (under or over recovery)	\$0.149m	\$0.044m	\$0.105m	236%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$13.842m</b>	<b>\$13.578m</b>	<b>\$0.264m</b>	<b>2%</b>

**Table 43: Breakdown of the variance between actual and estimated costs by regulatory activity—Wholesale electricity dealers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.013m	\$0.028m	(\$0.015m)	(52%)
Enforcement	\$0.041m	\$0.002m	\$0.039m	2144%
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.003m</i>	<i>\$0.008m</i>	<i>(\$0.005m)</i>	<i>(58%)</i>
<i>Education</i>	<i>\$0.001m</i>	<i>\$0.001m</i>	<i>\$0.000m</i>	<i>24%</i>
<i>Guidance</i>	<i>\$0.001m</i>	<i>\$0.004m</i>	<i>(\$0.003m)</i>	<i>(84%)</i>
<i>Policy advice</i>	<i>\$0.004m</i>	<i>\$0.004m</i>	<i>(\$0.000m)</i>	<i>(7%)</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$0.021m</i>	<i>\$0.013m</i>	<i>\$0.008m</i>	<i>65%</i>
<i>IT support</i>	<i>\$0.027m</i>	<i>\$0.013m</i>	<i>\$0.014m</i>	<i>105%</i>
<i>Operations support</i>	<i>\$0.015m</i>	<i>\$0.012m</i>	<i>\$0.003m</i>	<i>25%</i>
<i>Property and corporate services</i>	<i>\$0.025m</i>	<i>\$0.013m</i>	<i>\$0.012m</i>	<i>89%</i>
<b>Total operating expenditure</b>	<b>\$0.152m</b>	<b>\$0.098m</b>	<b>\$0.054m</b>	<b>55%</b>
Allowance for capital expenditure	\$0.000m	\$0.008m	(\$0.008m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	(\$0.003m)	(\$0.010m)	\$0.007m	(66%)
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.148m</b>	<b>\$0.095m</b>	<b>\$0.053m</b>	<b>56%</b>

## Financial advice sector

**Table 44: Breakdown of the variance between actual and estimated costs by regulatory activity—Licensees that provide personal advice to retail clients on relevant financial products subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$7.150m	\$9.539m	(\$2.389m)	(25%)
Enforcement	\$15.453m	\$18.198m	(\$2.745m)	(15%)
Other regulatory activities				
<i>Industry engagement</i>	<i>\$0.867m</i>	<i>\$0.528m</i>	<i>\$0.338m</i>	<i>64%</i>
<i>Education</i>	<i>\$0.388m</i>	<i>\$0.465m</i>	<i>(\$0.077m)</i>	<i>(16%)</i>
<i>Guidance</i>	<i>\$0.689m</i>	<i>\$0.835m</i>	<i>(\$0.146m)</i>	<i>(17%)</i>
<i>Policy advice</i>	<i>\$0.539m</i>	<i>\$0.584m</i>	<i>(\$0.045m)</i>	<i>(8%)</i>
Indirect costs				
<i>Governance, central strategy and legal</i>	<i>\$6.179m</i>	<i>\$7.324m</i>	<i>(\$1.146m)</i>	<i>(16%)</i>
<i>IT support</i>	<i>\$7.626m</i>	<i>\$5.472m</i>	<i>\$2.154m</i>	<i>39%</i>
<i>Operations support</i>	<i>\$4.082m</i>	<i>\$5.148m</i>	<i>(\$1.067m)</i>	<i>(21%)</i>
<i>Property and corporate services</i>	<i>\$6.511m</i>	<i>\$5.921m</i>	<i>\$0.591m</i>	<i>10%</i>
<b>Total operating expenditure</b>	<b>\$49.484m</b>	<b>\$54.014m</b>	<b>(\$4.530m)</b>	<b>(8%)</b>
Allowance for capital expenditure	\$0.025m	\$3.581m	(\$3.555m)	(99%)
Less costs funded by own-source revenue	(\$2.073m)	(\$2.073m)	(\$0.000m)	0%
Adjustment for prior year (under or over recovery)	\$0.158m	\$0.001m	\$0.156m	10417%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$47.593m</b>	<b>\$55.523m</b>	<b>(\$7.930m)</b>	<b>(14%)</b>

**Table 45: Breakdown of the variance between actual and estimated costs by regulatory activity—Licensees that provide personal advice to retail clients on products that are not relevant financial products subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.029m	\$0.024m	\$0.005m	23%
Enforcement	\$0.002m	\$0.002m	\$0.000m	27%

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Other regulatory activities				
<i>Industry engagement</i>	\$0.004m	\$0.001m	\$0.002m	171%
<i>Education</i>	\$0.001m	\$0.001m	\$0.000m	44%
<i>Guidance</i>	\$0.003m	\$0.002m	\$0.001m	35%
<i>Policy advice</i>	\$0.002m	\$0.001m	\$0.001m	50%
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.013m	\$0.009m	\$0.004m	44%
<i>IT support</i>	\$0.017m	\$0.008m	\$0.009m	125%
<i>Operations support</i>	\$0.009m	\$0.007m	\$0.002m	36%
<i>Property and corporate services</i>	\$0.013m	\$0.007m	\$0.006m	87%
<b>Total operating expenditure</b>	<b>\$0.093m</b>	<b>\$0.061m</b>	<b>\$0.032m</b>	<b>52%</b>
Allowance for capital expenditure	\$0.000m	\$0.004m	(\$0.004m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.003m	\$0.000m	\$0.003m	2663%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.096m</b>	<b>\$0.065m</b>	<b>\$0.031m</b>	<b>48%</b>

**Table 46: Breakdown of the variance between actual and estimated costs by regulatory activity—Licensees that provide general advice only subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.124m	\$0.281m	(\$0.156m)	(56%)
Enforcement	\$0.940m	\$0.857m	\$0.084m	10%
Other regulatory activities				
<i>Industry engagement</i>	\$0.032m	\$0.058m	(\$0.027m)	(46%)
<i>Education</i>	\$0.013m	\$0.021m	(\$0.008m)	(40%)
<i>Guidance</i>	\$0.011m	\$0.032m	(\$0.022m)	(67%)
<i>Policy advice</i>	\$0.040m	\$0.037m	\$0.003m	9%

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.258m	\$0.384m	(\$0.126m)	(33%)
<i>IT support</i>	\$0.343m	\$0.298m	\$0.045m	15%
<i>Operations support</i>	\$0.173m	\$0.275m	(\$0.102m)	(37%)
<i>Property and corporate services</i>	\$0.305m	\$0.343m	(\$0.037m)	(11%)
<b>Total operating expenditure</b>	<b>\$2.238m</b>	<b>\$2.585m</b>	<b>(\$0.347m)</b>	<b>(13%)</b>
Allowance for capital expenditure	\$0.001m	\$0.211m	(\$0.210m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.013m	-	\$0.013m	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$2.253m</b>	<b>\$2.796m</b>	<b>(\$0.543m)</b>	<b>(19%)</b>

**Table 47: Breakdown of the variance between actual and estimated costs by regulatory activity—Licensees that provide personal advice to wholesale clients only subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.002m	\$0.004m	(\$0.002m)	(56%)
Enforcement	\$0.080m	\$0.017m	\$0.063m	360%
Other regulatory activities				
<i>Industry engagement</i>	\$0.000m	\$0.001m	(\$0.000m)	(49%)
<i>Education</i>	\$0.001m	\$0.000m	\$0.001m	484%
<i>Guidance</i>	\$0.000m	\$0.000m	(\$0.000m)	(44%)
<i>Policy advice</i>	\$0.001m	\$0.001m	(\$0.001m)	(44%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.023m	\$0.002m	\$0.021m	1025%
<i>IT support</i>	\$0.027m	\$0.002m	\$0.025m	1022%
<i>Operations support</i>	\$0.014m	\$0.002m	\$0.013m	839%
<i>Property and corporate services</i>	\$0.026m	\$0.002m	\$0.024m	1183%
<b>Total operating expenditure</b>	<b>\$0.174m</b>	<b>\$0.032m</b>	<b>\$0.142m</b>	<b>440%</b>



Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Allowance for capital expenditure	\$0.000m	\$0.001m	(\$0.001m)	(93%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.002m	-	\$0.002m	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.176m</b>	<b>\$0.034m</b>	<b>\$0.143m</b>	<b>424%</b>

## Insurance sector

**Table 48: Breakdown of the variance between actual and estimated costs by regulatory activity—Insurance product providers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$3.233m	\$3.412m	(\$0.179m)	(5%)
Enforcement	\$7.633m	\$7.889m	(\$0.256m)	(3%)
Other regulatory activities				
<i>Industry engagement</i>	\$1.061m	\$1.381m	(\$0.320m)	(23%)
<i>Education</i>	\$0.205m	\$0.239m	(\$0.034m)	(14%)
<i>Guidance</i>	\$0.588m	\$0.457m	\$0.131m	29%
<i>Policy advice</i>	\$0.223m	\$0.248m	(\$0.025m)	(10%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$3.225m	\$3.360m	(\$0.135m)	(4%)
<i>IT support</i>	\$4.625m	\$2.994m	\$1.631m	54%
<i>Operations support</i>	\$2.560m	\$2.806m	(\$0.246m)	(9%)
<i>Property and corporate services</i>	\$4.021m	\$3.219m	\$0.802m	25%
<b>Total operating expenditure</b>	<b>\$27.373m</b>	<b>\$26.006m</b>	<b>\$1.367m</b>	<b>5%</b>
Allowance for capital expenditure	\$0.015m	\$1.995m	(\$1.980m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.161m	\$0.040m	\$0.121m	302%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$27.549m</b>	<b>\$28.041m</b>	<b>(\$0.492m)</b>	<b>(2%)</b>

**Table 49: Breakdown of the variance between actual and estimated costs by regulatory activity—Insurance product distributors subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.059m	\$0.061m	(\$0.003m)	(4%)
Enforcement	\$2.262m	\$2.242m	\$0.020m	1%

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Other regulatory activities				
<i>Industry engagement</i>	\$0.020m	\$0.028m	(\$0.008m)	(29%)
<i>Education</i>	\$0.008m	\$0.006m	\$0.002m	42%
<i>Guidance</i>	\$0.011m	\$0.009m	\$0.002m	19%
<i>Policy advice</i>	\$0.002m	\$0.004m	(\$0.001m)	(31%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.159m	\$0.089m	\$0.070m	79%
<i>IT support</i>	\$0.199m	\$0.072m	\$0.126m	174%
<i>Operations support</i>	\$0.110m	\$0.070m	\$0.039m	56%
<i>Property and corporate services</i>	\$0.187m	\$0.082m	\$0.105m	127%
<b>Total operating expenditure</b>	<b>\$3.016m</b>	<b>\$2.663m</b>	<b>\$0.353m</b>	<b>13%</b>
Allowance for capital expenditure	\$0.001m	\$0.051m	(\$0.050m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	(\$0.007m)	(\$0.002m)	(\$0.005m)	300%
<b>Total regulatory costs to be recovered by levies</b>	<b>\$3.010m</b>	<b>\$2.712m</b>	<b>\$0.298m</b>	<b>11%</b>

**Table 50: Breakdown of the variance between actual and estimated costs by regulatory activity—Risk management product providers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.081m	\$0.025m	\$0.056m	226%
Enforcement	\$0.006m	\$0.002m	\$0.004m	190%
Other regulatory activities				
<i>Industry engagement</i>	\$0.027m	\$0.011m	\$0.016m	140%
<i>Education</i>	\$0.004m	\$0.001m	\$0.002m	155%
<i>Guidance</i>	\$0.016m	\$0.004m	\$0.012m	311%
<i>Policy advice</i>	\$0.002m	\$0.001m	\$0.001m	97%

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.037m	\$0.012m	\$0.025m	209%
<i>IT support</i>	\$0.064m	\$0.013m	\$0.051m	375%
<i>Operations support</i>	\$0.038m	\$0.013m	\$0.025m	200%
<i>Property and corporate services</i>	\$0.051m	\$0.013m	\$0.038m	304%
<b>Total operating expenditure</b>	<b>\$0.326m</b>	<b>\$0.095m</b>	<b>\$0.230m</b>	<b>242%</b>
Allowance for capital expenditure	\$0.000m	\$0.008m	(\$0.008m)	(98%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.042m	-	\$0.042m	-
<b>Total regulatory costs to be recovered by levies</b>	<b>\$0.368m</b>	<b>\$0.103m</b>	<b>\$0.265m</b>	<b>257%</b>

**Table 51: Breakdown of the variance between actual and estimated costs by regulatory activity—Claims handling and settling services providers subsector**

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Supervision and surveillance	\$0.730m	\$0.542m	\$0.188m	35%
Enforcement	\$1.132m	\$1.135m	(\$0.003m)	(0%)
Other regulatory activities				
<i>Industry engagement</i>	\$0.247m	\$0.250m	(\$0.003m)	(1%)
<i>Education</i>	\$0.046m	\$0.046m	\$0.000m	0%
<i>Guidance</i>	\$0.141m	\$0.084m	\$0.057m	68%
<i>Policy advice</i>	\$0.018m	\$0.021m	(\$0.003m)	(14%)
Indirect costs				
<i>Governance, central strategy and legal</i>	\$0.706m	\$0.659m	\$0.048m	7%
<i>IT support</i>	\$1.005m	\$0.563m	\$0.442m	78%
<i>Operations support</i>	\$0.572m	\$0.532m	\$0.040m	8%
<i>Property and corporate services</i>	\$0.882m	\$0.612m	\$0.270m	44%
<b>Total operating expenditure</b>	<b>\$5.479m</b>	<b>\$4.444m</b>	<b>\$1.035m</b>	<b>23%</b>

Expense	Actual cost	Estimated cost	Variance in dollars	Variance as a percentage
Allowance for capital expenditure	\$0.003m	\$0.390m	(\$0.387m)	(99%)
Less costs funded by own-source revenue	-	-	-	-
Adjustment for prior year (under or over recovery)	\$0.063m	(\$0.000m)	\$0.063m	(131153%)
<b>Total regulatory costs to be recovered by levies</b>	<b>\$5.545m</b>	<b>\$4.834m</b>	<b>\$0.711m</b>	<b>15%</b>